GOVERNMENT OF INDIA
FINANCE
LOK SABHA

STARRED QUESTION NO:263
ANSWERED ON:19.12.2003
NON-PERFORMING ASSET CRISIS IN IFCI
AMBATI BRAHMANAIAH

Will the Minister of FINANCE be pleased to state:

(a) the status of Industrial Financial Corporation of India (IFCI) with regard to its NPA position;

(b) whether many other financial institutions are also facing severe NPA crisis;

(c) if so, the details thereof, Financial Institution-wise; and

(d) the steps taken to bring down the high cost of administration of such financial institutions?

Answer

FINANCE MINISTER (SHRI JASWANT SINGH)

(a) to (d): A Statement is placed on the Table of the House

STATEMENT REFERRED IN REPLY TO PARTS (a) to (d) OF THE LOK SABHA STARRED QUESTION NO. 263 FOR 19-12 REGARDING `NON-PERFORMING ASSET CRISIS IN IFCI`.

(a): The Gross Non-Performing Assets of IFCL Ltd. as on 31st March, 2003 stood at Rs.8382 crore.

(b) and (c): Yes, Sir. Net Non-Performing Assets (NPAs) of Financial Institutions (FIs), viz: Industrial Development Bank of India (IDBI) Industrial Financial Corporation of India Limited(IFCI), Export Import Bank of India (EXIM Bank), Small Industries Development Ban of India (SIDBI) and Industrial Investment Bank of India (IIBI) for the financial year 2002-2003, are as under:

(Rs. in crore)

Institution	Net NPA - 2002-2003
IDBI	7330.00
IFCI Ltd.	4559.68
EXIM Bank	184.00
SIDBI	472.71
IIBI	810.61 #

= As on June, 2003

(d): The cost of administration of such financial institutions is lower than that of scheduled commercial banks.